S-0412.1			

SENATE BILL 5375

State of Washington 57th Legislature 2001 Regular Session

By Senators Kline, Swecker, Costa, Prentice, Rossi and Constantine Read first time 01/19/2001. Referred to Committee on Transportation.

- 1 AN ACT Relating to the auction and titling of abandoned
- 2 vehicles; amending RCW 46.55.105, 46.55.130, 46.63.110, and
- 3 46.12.101; and prescribing penalties.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 5 **Sec. 1.** RCW 46.55.105 and 1999 c 86 s 5 are each amended to read 6 as follows:
- 7 (1) The abandonment of any vehicle creates a prima facie
- 8 presumption that the last registered owner of record is
- 9 responsible for the abandonment and is liable for costs incurred
- 10 in removing, storing, and disposing of the abandoned vehicle, less
- 11 amounts realized at auction.
- 12 (2) If an unauthorized vehicle is found abandoned under
- 13 subsection (1) of this section and removed at the direction of law
- 14 enforcement, the last registered owner of record is guilty of a
- 15 traffic infraction and must pay the penalty imposed in RCW
- 16 <u>46.63.110(2)</u>, unless the vehicle is redeemed as provided in RCW
- 17 46.55.120. In addition to any other monetary penalty payable under
- 18 chapter 46.63 RCW, the court shall not consider all monetary

p. 1 SB 5375

- l penalties as having been paid until the court is satisfied that
- 2 the person found to have committed the infraction has made
- 3 restitution in the amount of the deficiency remaining after
- 4 disposal of the vehicle under RCW 46.55.140.
- 5 (3) A vehicle theft report filed with a law enforcement agency
- 6 relieves the last registered owner of liability under subsection
- 7 (2) of this section for failure to redeem the vehicle. However, the
- 8 last registered owner remains liable for the costs incurred in
- 9 removing, storing, and disposing of the abandoned vehicle under
- 10 subsection (1) of this section. Nothing in this section limits in
- 11 any way the registered owner's rights in a civil action or as
- 12 restitution in a criminal action against a person responsible for
- 13 the theft of the vehicle.
- 14 (4) Properly filing a report of sale or transfer regarding the
- 15 vehicle involved in accordance with RCW 46.12.101(1) relieves the
- 16 last registered owner of liability under subsections (1) and (2)
- 17 of this section. If the date of sale as indicated on the report of
- 18 sale is on or before the date of impoundment, the buyer identified
- 19 on the latest properly filed report of sale with the department is
- 20 assumed liable for the costs incurred in removing, storing, and
- 21 disposing of the abandoned vehicle, less amounts realized at
- 22 auction. If the date of sale is after the date of impoundment, the
- 23 previous registered owner is assumed to be liable for such costs. A
- 24 licensed vehicle dealer is not liable under subsections (1) and
- 25 (2) of this section if the dealer, as transferee or assignee of
- 26 the last registered owner of the vehicle involved, has complied
- 27 with the requirements of RCW 46.70.122 upon selling or otherwise
- 28 disposing of the vehicle, or if the dealer has timely filed a
- 29 transitional ownership record or report of sale under RCW
- 30 46.12.103. In that case the person to whom the licensed vehicle
- 31 dealer has sold or transferred the vehicle is assumed liable for
- 32 the costs incurred in removing, storing, and disposing of the
- 33 abandoned vehicle, less amounts realized at auction.
- 34 (5) For the purposes of reporting notices of traffic infraction
- 35 to the department under RCW 46.20.270 and 46.52.101, and for
- 36 purposes of reporting notices of failure to appear, respond, or
- 37 comply regarding a notice of traffic infraction to the department

SB 5375 p. 2

- 1 under RCW $46.63.070((\frac{(5)}{)}))$ $\underline{(6)}$, a traffic infraction under
- 2 subsection (2) of this section is not considered to be a standing,
- 3 stopping, or parking violation.
- 4 (6) A notice of infraction for a violation of this section may
- 5 be filed with a court of limited jurisdiction organized under
- 6 Title 3, 35, or 35A RCW, or with a violations bureau subject to
- 7 the court's jurisdiction.
- 8 **Sec. 2.** RCW 46.55.130 and 2000 c 193 s 2 are each amended to read 9 as follows:
- 10 (1) If, after the expiration of fifteen days from the date of
- 11 mailing of notice of custody and sale required in RCW 46.55.110(3)
- 12 to the registered and legal owners, the vehicle remains unclaimed
- 13 and has not been listed as a stolen vehicle, or a suspended
- 14 license impound has been directed, but no security paid under RCW
- 15 46.55.120, then the registered tow truck operator having custody
- 16 of the vehicle shall conduct a sale of the vehicle at public
- 17 auction after having first published a notice of the date, place,
- 18 and time of the auction in a newspaper of general circulation in
- 19 the county in which the vehicle is located not less than three
- 20 days and no more than ten days before the date of the auction. No
- 21 <u>vehicle meeting the definition of junk vehicle, as defined in RCW</u>
- 22 46.55.010, shall be resold at auction. The notice shall contain a
- 23 description of the vehicle including the make, model, year, and
- 24 license number and a notification that a three-hour public viewing
- 25 period will be available before the auction. The auction shall be
- 26 held during daylight hours of a normal business day.
- 27 (2) The following procedures are required in any public auction
- 28 of such abandoned vehicles:
- 29 (a) The auction shall be held in such a manner that all persons
- 30 present are given an equal time and opportunity to bid;
- 31 (b) All bidders must be present at the time of auction unless
- 32 they have submitted to the registered tow truck operator, who may
- 33 or may not choose to use the preauction bid method, a written bid
- 34 on a specific vehicle. Written bids may be submitted up to five
- 35 days before the auction and shall clearly state which vehicle is
- 36 being bid upon, the amount of the bid, and who is submitting the
- 37 bid;

p. 3 SB 5375

- (c) The open bid process, including all written bids, shall be 1 used so that everyone knows the dollar value that must be 2 3 exceeded;
- 4 (d) The highest two bids received shall be recorded in written form and shall include the name, address, and telephone number of each such bidder;
- 7 (e) In case the high bidder defaults, the next bidder has the 8 right to purchase the vehicle for the amount of his or her bid;
- 9 (f) ((The successful bidder shall apply for title within 10 fifteen days;

5

6

27 28

29 30

31

32

- (g))) The registered tow truck operator shall post a copy of 11 the auction procedure at the bidding site. If the bidding site is 12 different from the licensed office location, the operator shall 13 post a clearly visible sign at the office location that describes 14 15 in detail where the auction will be held. At the bidding site a 16 copy of the newspaper advertisement that lists the vehicles for 17 sale shall be posted;
- $((\frac{h}{h}))$ (q) All surplus moneys derived from the auction after 18 19 satisfaction of the registered tow truck operator's lien shall be 20 remitted within thirty days to the department for deposit in the state motor vehicle fund. A report identifying the vehicles 21 resulting in any surplus shall accompany the remitted funds. If the 22 director subsequently receives a valid claim from the registered 23 24 vehicle owner of record as determined by the department within one 25 year from the date of the auction, the surplus moneys shall be 26 remitted to such owner;
 - $((\frac{(i)}{(i)}))$ (h) If an operator receives no bid, or if the operator is the successful bidder at auction, the operator shall, within forty-five days, sell the vehicle to a licensed vehicle wrecker, hulk hauler, or scrap processor ((by use of the abandoned vehicle report affidavit of sale)) subject to subsection (4) of this section, or the operator shall apply for title to the vehicle.
- (3) A tow operator can refuse to accept a bid at an auction 33 34 under this section for any of the following reasons: (a) The bidder is currently indebted to the operator; (b) the operator has 35 36 knowledge that the bidder has previously abandoned vehicles

37 purchased at auction; or (c) the bidder has purchased, at auction,

SB 5375 p. 4

- 1 more than four vehicles in the last calendar year without
- 2 obtaining title to any or all of the vehicles.
- 3 (4)(a) The successful bidder must apply for title at the time
- 4 the bidder takes possession of the vehicle. The application
- 5 completed by the bidder must contain the following information:
- 6 (i) The bidder's name, address, and phone number; (ii) the
- 7 bidder's driver's license number; (iii) the name or names of the
- 8 <u>coowner or legal owner; and (iv) the vehicle identification number</u>
- 9 <u>of the vehicle.</u>
- 10 (b) If the successful bidder is a scrap processor or hulk
- 11 hauler, as those terms are defined in RCW 46.79.010, in addition
- 12 to the information required in this section, the bidder must also
- 13 <u>include on the application the number of his or her hulk hauler or</u>
- 14 scrap processor license.
- 15 <u>(c) The tow operator must submit the completed application to</u>
- 16 the department no later than five days after the successful bidder
- 17 <u>takes possession of the vehicle.</u>
- 18 (d) The department must ensure that all the information
- 19 <u>contained in the application is available by electronic means to</u>
- 20 law enforcement within seven days after the department receives
- 21 the application from the operator.
- (e) The department may charge a reasonable fee to process the
- 23 application.
- 24 (5) In no case may an operator hold a vehicle for longer than
- 25 ninety days without holding an auction on the vehicle, except for
- 26 vehicles that are under a police or judicial hold.
- (((4))) (6)(a) In no case may the accumulation of storage
- 28 charges exceed fifteen days from the date of receipt of the
- 29 information by the operator from the department as provided by RCW
- 30 46.55.110(3).
- 31 (b) The failure of the registered tow truck operator to comply
- 32 with the time limits provided in this chapter limits the
- 33 accumulation of storage charges to five days except where delay is
- 34 unavoidable. Providing incorrect or incomplete identifying
- 35 information to the department in the abandoned vehicle report
- 36 shall be considered a failure to comply with these time limits if
- 37 correct information is available. However, storage charges begin to

p. 5 SB 5375

- 1 accrue again on the date the correct and complete information is
- 2 provided to the department by the registered tow truck operator.
- 3 **Sec. 3.** RCW 46.63.110 and 1997 c 331 s 3 are each amended to read 4 as follows:
- 5 (1) A person found to have committed a traffic infraction shall
- 6 be assessed a monetary penalty. No penalty may exceed two hundred
- 7 and fifty dollars for each offense unless authorized by this
- 8 chapter or title.
- 9 (2) The monetary penalty for a violation of RCW 46.55.105(2) is
- 10 two hundred fifty dollars for each offense. No penalty assessed
- 11 <u>under this subsection (2) shall be reduced.</u>
- 12 (3) The supreme court shall prescribe by rule a schedule of
- 13 monetary penalties for designated traffic infractions. This rule
- 14 shall also specify the conditions under which local courts may
- 15 exercise discretion in assessing fines and penalties for traffic
- 16 infractions. The legislature respectfully requests the supreme
- 17 court to adjust this schedule every two years for inflation.
- 18 $((\frac{3}{1}))$ (4) There shall be a penalty of twenty-five dollars for
- 19 failure to respond to a notice of traffic infraction except where
- 20 the infraction relates to parking as defined by local law,
- 21 ordinance, regulation, or resolution or failure to pay a monetary
- 22 penalty imposed pursuant to this chapter. A local legislative body
- 23 may set a monetary penalty not to exceed twenty-five dollars for
- 24 failure to respond to a notice of traffic infraction relating to
- 25 parking as defined by local law, ordinance, regulation, or
- 26 resolution. The local court, whether a municipal, police, or
- 27 district court, shall impose the monetary penalty set by the local
- 28 legislative body.
- (((4))) Monetary penalties provided for in chapter 46.70
- 30 RCW which are civil in nature and penalties which may be assessed
- 31 for violations of chapter 46.44 RCW relating to size, weight, and
- 32 load of motor vehicles are not subject to the limitation on the
- 33 amount of monetary penalties which may be imposed pursuant to this
- 34 chapter.
- (((5))) (6) Whenever a monetary penalty is imposed by a court
- 36 under this chapter it is immediately payable. If the person is
- 37 unable to pay at that time the court may, in its discretion, grant

SB 5375 p. 6

- 1 an extension of the period in which the penalty may be paid. If the
- 2 penalty is not paid on or before the time established for payment
- 3 the court shall notify the department of the failure to pay the
- 4 penalty, and the department shall suspend the person's driver's
- 5 license or driving privilege until the penalty has been paid and
- 6 the penalty provided in subsection $((\frac{3}{1}))$ of this section has
- 7 been paid.
- 8 (((6))) In addition to any other penalties imposed under
- 9 this section and not subject to the limitation of subsection (1)
- 10 of this section, a person found to have committed a traffic
- 11 infraction shall be assessed a fee of five dollars per
- 12 infraction. Under no circumstances shall this fee be reduced or
- 13 waived. Revenue from this fee shall be forwarded to the state
- 14 treasurer for deposit in the emergency medical services and trauma
- 15 care system trust account under RCW 70.168.040.
- 16 **Sec. 4.** RCW 46.12.101 and 1998 c 203 s 11 are each amended to read 17 as follows:
- 18 A transfer of ownership in a motor vehicle is perfected by 19 compliance with the requirements of this section.
- 20 (1) If an owner transfers his or her interest in a vehicle,
- 21 other than by the creation, deletion, or change of a security
- 22 interest, the owner shall, at the time of the delivery of the
- 23 vehicle, execute an assignment to the transferee and provide an
- 24 odometer disclosure statement under RCW 46.12.124 on the
- 25 certificate of ownership or as the department otherwise
- 26 prescribes, and cause the certificate and assignment to be
- 27 transmitted to the transferee. The owner shall notify the
- 28 department or its agents or subagents, in writing, on the
- 29 appropriate form, of the date of the sale or transfer, the name
- 30 and address of the owner and of the transferee, the transferee's
- 31 driver's license number if available, and such description of the
- 32 vehicle, including the vehicle identification number, the license
- 33 plate number, or both, as may be required in the appropriate form
- 34 provided or approved for that purpose by the department. The report
- 35 of sale will be deemed properly filed if all information required
- 36 in this section is provided on the form and includes a department-
- 37 authorized notation that the document was received by the

p. 7 SB 5375

- 1 department, its agents, or subagents on or before the fifth day
- 2 after the sale of the vehicle, excluding Saturdays, Sundays, and
- 3 state and federal holidays. Agents and subagents shall immediately
- 4 electronically transmit the seller's report of sale to the
- 5 department. Reports of sale processed and recorded by the
- 6 department's agents or subagents may be subject to fees as
- 7 specified in RCW 46.01.140 (4)(a) or (5)(b).
- 8 (2) The requirements of subsection (1) of this section to
- 9 provide an odometer disclosure statement apply to the transfer of
- 10 vehicles held for lease when transferred to a lessee and then to
- 11 the lessor at the end of the leasehold and to vehicles held in a
- 12 fleet when transferred to a purchaser.
- 13 (3)(a) Except as provided in RCW 46.70.122 the transferee shall
- 14 within fifteen days after delivery to the transferee of the
- 15 vehicle, execute the application for a new certificate of
- 16 ownership in the same space provided therefor on the certificate
- 17 or as the department prescribes, and cause the certificates and
- 18 application to be transmitted to the department.
- 19 (b) If the vehicle is purchased at auction under RCW 46.55.130,
- 20 the purchaser must comply with the requirements of RCW 46.55.105
- 21 <u>in lieu of this section.</u>
- 22 (4) Upon request of the owner or transferee, a secured party in
- 23 possession of the certificate of ownership shall, unless the
- 24 transfer was a breach of its security agreement, either deliver
- 25 the certificate to the transferee for transmission to the
- 26 department or, when the secured party receives the owner's
- 27 assignment from the transferee, it shall transmit the transferee's
- 28 application for a new certificate, the existing certificate, and
- 29 the required fee to the department. Compliance with this section
- 30 does not affect the rights of the secured party.
- 31 (5) If a security interest is reserved or created at the time
- 32 of the transfer, the certificate of ownership shall be retained by
- 33 or delivered to the person who becomes the secured party, and the
- 34 parties shall comply with the provisions of RCW 46.12.170.
- 35 (6) If the purchaser or transferee fails or neglects to make
- 36 application to transfer the certificate of ownership and license
- 37 registration within fifteen days after the date of delivery of the
- 38 vehicle, he or she shall on making application for transfer be

SB 5375 p. 8

- 1 assessed a twenty-five dollar penalty on the sixteenth day and two
- 2 dollars additional for each day thereafter, but not to exceed one
- 3 hundred dollars. The director may by rule establish conditions
- 4 under which the penalty will not be assessed when an application
- 5 for transfer is delayed for reasons beyond the control of the
- 6 purchaser. Conditions for not assessing the penalty may be
- 7 established for but not limited to delays caused by:
- 8 (a) The department requesting additional supporting documents;
- 9 (b) Extended hospitalization or illness of the purchaser;
 - (c) Failure of a legal owner to release his or her interest;
- 11 (d) Failure, negligence, or nonperformance of the department, 12 auditor, or subagent.
- 13 Failure or neglect to make application to transfer the
- 14 certificate of ownership and license registration within forty-
- 15 five days after the date of delivery of the vehicle is a
- 16 misdemeanor.

10

- 17 (7) Upon receipt of an application for reissue or replacement
- 18 of a certificate of ownership and transfer of license
- 19 registration, accompanied by the endorsed certificate of ownership
- 20 or other documentary evidence as is deemed necessary, the
- 21 department shall, if the application is in order and if all
- 22 provisions relating to the certificate of ownership and license
- 23 registration have been complied with, issue new certificates of
- 24 title and license registration as in the case of an original issue
- 25 and shall transmit the fees together with an itemized detailed
- 26 report to the state treasurer, to be deposited in the motor
- 27 vehicle fund.
- 28 (8) Once each quarter the department shall report to the
- 29 department of revenue a list of those vehicles for which a
- 30 seller's report has been received but no transfer of title has
- 31 taken place.

--- END ---

p. 9 SB 5375